

MINUTE ITEM

24. APPLICATION FOR LEASE OF 167 ACRES OF TIDE AND SUBMERGED LANDS OF ESTERO BAY, SAN LUIS OBISPO COUNTY, TEXACO INC. - W.O. 4030, P.R.C. 2763.1.

After consideration of Calendar Item 17 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO ISSUE A 15-YEAR LEASE TO TEXACO INC. FOR 167 ACRES OF TIDE AND SUBMERGED LANDS IN ESTERO BAY, SAN LUIS OBISPO COUNTY, FOR THE MAINTENANCE AND OPERATION OF SUBMARINE PIPE LINES, SUBJECT TO THE FOLLOWING TERMS AND CONDITIONS:

1. AN ANNUAL RENT OF \$2,432.19, WITH FIRST AND LAST YEARS' RENTAL PAYABLE IN ADVANCE.
2. REMOVAL OF THE PIPE LINES AT THE TERMINATION OF THE LEASE AGREEMENT

THE PARCEL OF LAND IS DESCRIBED AS FOLLOWS:

BEGINNING AT A POINT ON THE ORDINARY HIGH WATER MARK OF THE PACIFIC OCEAN, WHICH POINT BEARS S. 39° 35' E. 998.55 FEET, S. 28° 04' P 2000 FEET, AND S. 61° 08' W. 548.7 FEET FROM AN IRON PIPE AT THE NORTHWEST CORNER OF LOT 30 AND SOUTHWEST CORNER OF LOT 31 OF THE RANCHO MORO Y CAYUCOS, SAN LUIS OBISPO COUNTY, CALIFORNIA, AS SHOWN ON THAT CERTAIN MAP ENTITLED "MAP OF THE SUBDIVISION OF THE RANCHO Y CAYUCOS" FILED IN THE OFFICE OF THE COUNTY RECORDER OF SAID COUNTY OF SAN LUIS OBISPO IN MAP BOOK A AT PAGE 160; THENCE FROM SAID POINT OF BEGINNING OUT INTO THE PACIFIC OCEAN S. 61° 08' W. 4275 FEET; THENCE S. 28° 04' E. 2470 FEET; THENCE N. 41° 45' E. 4432 FEET; THENCE N. 61° 56' E. 115 FEET TO A POINT ON THE ORDINARY HIGH WATER MARK OF THE PACIFIC OCEAN; THENCE ALONG THE SAID ORDINARY HIGH WATER MARK N. 28° 04' W. 1000 FEET TO A POINT OF BEGINNING, CONTAINING 167 ACRES, MORE OR LESS.

Attachment
Calendar Item 17 (2 pages)

CALENDAR ITEM

17.

APPLICATION FOR LEASE OF 167 ACRES OF TIDE AND SUBMERGED LANDS OF ESTERO BAY, SAN LUIS OBISPO COUNTY, TEXACO INC. - W.O. 4030.

An application has been received from Texaco Inc. to lease 167 acres of tide and submerged lands in Estero Bay, San Luis Obispo County. This area was included in lease CH 675/PC-46 issued to the predecessor of Texaco Inc. on June 16, 1936, for a term of 25 years terminating in June of 1961. The total rental for the full 25 years was \$2,500. (See Exhibits "A" and "B".)

The lease area would be used for the maintenance and operation of existing submarine pipe lines for the transportation of petroleum and its products, water and other substances. The facilities consist of two 11" O.D. submarine lines, 3,600 feet long, each with 200 feet of 10" sea-loading hose, two pairs of 16-gauge submarine telephone cables, and eight buoys with necessary chain and connections.

Texaco Inc. is the upland owner of the lands adjoining the proposed lease site.

Appraisal of the market value of the State lands is \$220 per acre; the land rental for a 15-year period would be at the rate of \$2,432.19 per year for the 167 acres of tide and submerged lands.

The expense deposit and statutory filing fee have been received. No performance bond will be required as the anticipated salvage value will justify removal of the pipe lines.

IT IS RECOMMENDED THAT THE EXECUTIVE OFFICER BE AUTHORIZED TO ISSUE A 15-YEAR LEASE TO TEXACO INC. FOR 167 ACRES OF TIDE AND SUBMERGED LANDS IN ESTERO BAY, SAN LUIS OBISPO COUNTY, FOR THE MAINTENANCE AND OPERATION OF SUBMARINE PIPE LINES SUBJECT TO THE FOLLOWING TERMS AND CONDITIONS:

1. AN ANNUAL RENT OF \$2,432.19, WITH FIRST AND LAST YEARS' RENTAL PAYABLE IN ADVANCE.
2. TWO RENEWAL PERIODS OF 10 YEARS EACH UPON SUCH TERMS AND CONDITIONS AS THE COMMISSION MAY THEN IMPOSE.
3. REMOVAL OF THE PIPE LINES AT THE TERMINATION OF THE LEASE AGREEMENT.

THE PARCEL OF LAND IS DESCRIBED AS FOLLOWS:

BEGINNING AT A POINT ON THE ORDINARY HIGH WATER MARK OF THE PACIFIC OCEAN, WHICH POINT BEARS S. 39° 35' E. 998.55 FEET, S. 28° 04' E. 2000 FEET, AND S. 61° 08' W. 548.7 FEET FROM AN IRON PIPE AT THE NORTHWEST CORNER OF LOT 30 AND SOUTHWEST CORNER OF LOT 31 OF THE RANCHO MORO Y CAYUCOS, SAN LUIS OBISPO COUNTY, CALIFORNIA, AS SHOWN ON THAT CERTAIN MAP ENTITLED "MAP OF THE SUBDIVISION OF THE RANCHO Y CAYUCOS" FILED IN THE OFFICE OF THE COUNTY RECORDER OF SAID COUNTY OF SAN LUIS OBISPO

CALENDAR ITEM 17. (CONTD.)

IN MAP BOOK A AT PAGE 160; THENCE FROM SAID POINT OF BEGINNING
OUT INTO THE PACIFIC OCEAN S. $61^{\circ} 08'$ W. 4275 FEET; THENCE
S. $28^{\circ} 04'$ E. 2470 FEET; THENCE N. $41^{\circ} 45'$ E. 4432 FEET; THENCE
N. $51^{\circ} 56'$ E. 115 FEET TO A POINT ON THE ORDINARY HIGH WATER
MARK OF THE PACIFIC OCEAN; THENCE ALONG THE SAID ORDINARY HIGH
WATER MARK N. $28^{\circ} 04'$ W. 1000 FEET TO A POINT OF BEGINNING,
CONTAINING 167 ACRES, MORE OR LESS.